



Senate

General Assembly

File No. 86

January Session, 2001

Senate Bill No. 1064

Senate, April 2, 2001

The Committee on Banks reported through SEN. MCDERMOTT of the 34th Dist., Chairperson of the Committee on the part of the Senate, that the bill ought to pass.

AN ACT CONCERNING THE DEPARTMENT OF BANKING.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Section 36a-1 of the general statutes is repealed and the
2 following is substituted in lieu thereof:

3 This title shall be known as the "Banking Law of Connecticut" and
4 shall be applicable to all Connecticut banks, Connecticut credit unions,
5 first and secondary mortgage lenders and brokers, money order and
6 travelers check licensees, check cashing service licensees, trustees
7 under mortgages or deeds of trust of real property securing certain
8 investments, corporations exercising fiduciary powers, small loan
9 licensees, business and industrial development corporation licensees,
10 sales finance companies, mortgage servicing companies, debt
11 adjusters, and to such other persons [as] who subject themselves to the
12 provisions of this title or who, by violating any of its provisions,
13 become subject to the penalties provided in this title.

14 Sec. 2. Section 36a-3 of the general statutes is repealed.

BA *Joint Favorable*

The following fiscal impact statement and bill analysis are prepared for the benefit of members of the General Assembly, solely for the purpose of information, summarization, and explanation, and do not represent the intent of the General Assembly or either House thereof for any purpose:

OFA Fiscal Note

State Impact: None

Affected Agencies: Department of Banking

Municipal Impact: None

Explanation**State Impact:**

The bill specifies that business and industrial development corporation licensees shall be regulated by the Department of Banking in Connecticut. It is not known how many of these organizations exist. The Department of Banking will incur a workload increase as a result of the bill. The department will be required to regulate these organizations.

OLR Bill Analysis

SB 1064

AN ACT CONCERNING THE DEPARTMENT OF BANKING.**SUMMARY:**

This bill adds business and industrial development corporation licensees to the list of licensees to which Connecticut's banking law applies. The banking law applies to listed entities, as well as to other people who subject themselves to its provisions or who, by violating any of its provisions, become subject to its penalties. The law already authorizes and licenses business and industrial development corporations.

The bill also makes technical changes.

EFFECTIVE DATE: October 1, 2001

BACKGROUND***Parties Subject to Connecticut Banking Law***

Connecticut banking law currently applies to all Connecticut banks, Connecticut credit unions, first and secondary mortgage lenders and brokers, money order and travelers check licensees, check cashing service licensees, trustees under mortgages or deeds of trust of real property securing certain investments, corporations exercising fiduciary powers, small loan licensees, sales finance companies, mortgage servicing companies, debt adjusters, and other entities that subject themselves to the provisions of the law or who, by violating any of its provisions, become subject to its penalties.

COMMITTEE ACTION

Banks Committee

Joint Favorable Report
Yea 17 Nay 0